



# INTERNATIONAL EGG AND POULTRY REVIEW

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Agricultural Marketing Service

Poultry Programs

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## Brazil

Brazil's broiler production and exports were inhibited in 2006 due to the impact of avian influenza on world broiler consumption and a stronger Brazilian currency. Production in 2007 is projected to increase due to strong domestic demand and a rebound in broiler exports.

Broiler meat production is forecast to reach 9,795,000 metric tons in 2007, up about 5% from 2006, after a minimal increase in 2006 compared to 2005. Broiler exports fell around 1% in 2006 but are expected to increase nearly 9% in 2007. World poultry consumption is expected to recover from 2006, although production in countries which were heavily affected by avian influenza will take a while to recover.

Brazil's exports to Europe and other markets, such as Russia, Malaysia, and African countries are expected to increase after a recent outbreak of high path avian influenza in the United Kingdom. UK poultry meat exports totaled 230,720 tons, which consisted of fresh and frozen whole birds and cuts, throughout 2006. UK poultry meat exports totaled 230,720 tons, (fresh and frozen whole birds and cuts), in the 12 months to November 2006. The UK's top markets outside of the EU-25 were Russia, China, South Africa, Benin, and the Ukraine.

## Brazil Poultry, Meat, Broiler (1000 MT)

	2005	2006*	2007**
Production	9,350	9,355	9,795
Exports	2,739	2,713	2,955
Domestic Consumption	6,612	6,642	6,840
*Estimate			
**Forecast			

The Asia market remains as Brazil's largest market for broiler exports, although exports to the region dropped by two percent in 2006. Japan is the largest importer in the region of Brazilian chicken meat, mostly parts.

The Middle East region is the second largest market for Brazil's broiler exports, mostly whole broilers, but exports dropped by 11 percent in 2006, due to a drop in exports to Saudi Arabia of 10 percent. However, Saudi Arabia remains as Brazil's single largest market for chicken meat.

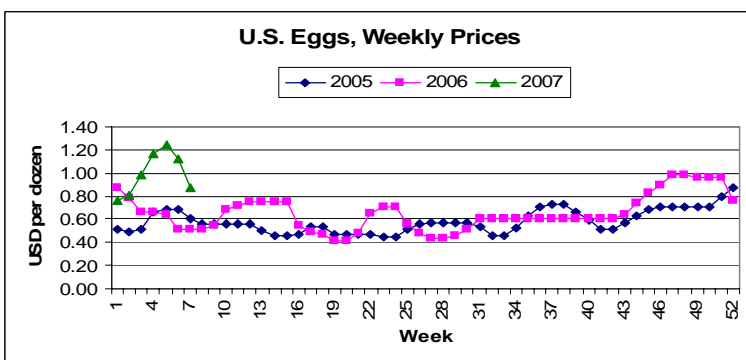
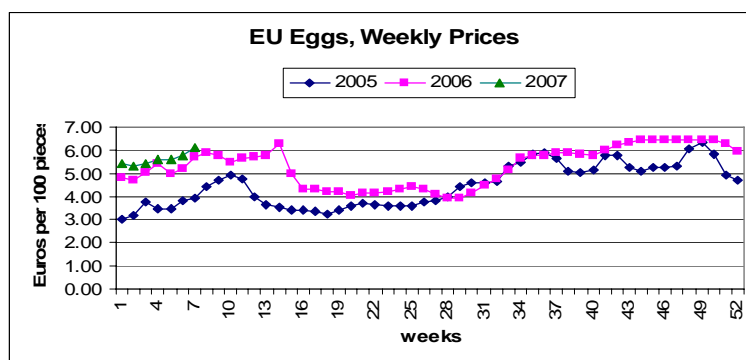
The European Union was the third largest market for Brazilian broiler exports, mostly broiler parts, but overall exports in 2006 dropped by nine percent in volume. The decline in broiler exports to the European Union reflects the imposition of EU quotas.

The major surprise in 2006 was Brazil's significant increase of nearly 50 percent of broilers (both whole and cuts) to Africa, mostly to South Africa. Shipments to Russia declined by a significant 28 percent in 2006.

Brazil's domestic consumption rose slightly in 2006 and is forecast to increase 3% in 2007. Increased economic growth, lower inflation

rates, stable unemployment levels, and improved consumer purchasing power are credited with creating a strong domestic demand for animal protein. Demand is also expected to increase from the food service industry for products such as frozen chicken meals, pre-cooked meals, and chicken burgers.

Source: USDA/FAS GAIN Report; DEFRA; United Nations Statistics Division; news wires



## U.S. Shell Egg Exports by Region

	Quantity in Dozens		Value in \$1000	
	2005	2006	2005	2006
North America	25,594,761	22,699,066	16,715	14,946
Caribbean	2,480,528	1,759,482	1,840	1,339
Central America	521,049	146,845	262	98
South America	808	1,082,333	13	816
EU-25	311,360	2,157,612	211	1,174
Former Soviet Union	3,540	0	48	0
East Asia	30,913,380	24,119,596	17,619	15,403
Middle East	781,875	1,461,197	707	1,046
Sub-Saharan Africa	12,640	0	8	0
South Asia	243,180	913,214	171	757
Southeast Asia	9,275	11,982	133	54
Oceania	967,410	1,319,752	583	903
World Total	61,839,806	55,671,079	38,310	36,536

Source: Department of Commerce, Foreign Trade Statistics

**INSPECTED EGG PRODUCTS-****U.S. & CANADA IMPORT/EXPORT TRADE****U.S. Exports to Canada, in Pounds (000) (Preliminary)**

Week Ending February 17, 2007	Year-To-Date			
TYPE	2007	2006 1/	2007 2/	2006
Liquid	0	209	621	1,461
Frozen	0	0	3	40
Dried	0	40	80	80
Total	0	249	704	1,581

**U.S. Imports From Canada, in Pounds (000) (Preliminary)**

Week Ending February 17, 2007	Year-To-Date			
TYPE	2007	2006 1/	2007 2/	2006
Liquid	421	86	1,972	384
Frozen	0	6	66	163
Dried	0	0	36	0
Total	421	92	2,074	547

**Inspected Shell Eggs****U.S Exports To Canada, In 30-Dozen Cases (Preliminary)**

Week Ending February 17, 2007	Year-To-Date			
TYPE	2007	2006 1/	2007 2/	2006
Jumbo	0	0	0	0
Extra Large	0	930	390	4,410
Large	0	1,110	2,581	6,450
Medium	750	1,488	1,500	6,258
Ungraded	3,720	750	5,880	3,200
Misc	0	0	0	0
Total	4,470	4,278	10,351	20,318

1/ Comparable Week, to-date figures may not total due to rounding.

2/ Includes revisions to previous week(s).

Data Source: Agriculture and Agri-Food Canada, AISD, AID, Poultry Section

Source: USDA/AMS Poultry Programs, Market News &amp; Analysis Branch.

**U.S./CANADIAN LIVE POULTRY SLAUGHTERED UNDER INSPECTION**

W/E 17-Feb-07 (PRELIMINARY)

**U.S. Fowl Slaughtered Domestically**

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	1,105	1,327	2,432
Last Week	1,121	1,435	2,556
Same week yr ago	1,029	1,294	2,323
To-date/2007	7,593	9,475	17,068
To-date/2006	9,388	9,593	18,981

**U.S. Fowl Slaughtered in Canada**

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	240	0	240
Last Week	231	0	231
Same week yr ago	361	0	361
To-date/2007	1,436	14	1,450
To-date/2006	1,908	7	1,915

Data Source: Agriculture and Agri-Food Canada, AISD, AID, Poultry Section

**Total U.S. Fowl slaughtered in the U.S. and Canada**

	Light Hens	Heavy Hens	Total Hens
-----Thousands-----			
Head	1,345	1,327	2,672
Last Week	1,352	1,435	2,787
Same week yr ago	1,390	1,294	2,684
To-date/2007	9,029	9,489	18,518
To-date/2006	11,296	9,600	20,896

Source: USDA/AMS Poultry Programs, Market News &amp; Analysis Branch

**CENTRAL REGION MECHANICALLY SEPARATED CHICKEN**

F.O.B. SHIPPER DOCK OR EQUIVALENT, PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN THE CENTRAL REGION IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND, DELIVERY WITHIN TWO WEEKS.

February 23, 2007

**CHICKEN WITH SKIN ADDED**

FAT CONTENT	---- PRICES ----		---- VOLUME ----	
	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	20.00	16.00	101,200	-
WTD AVERAGE	20.00	16.00		
15-20%				
RANGE	14.00-19.00	11.00-15.00	1,402,800	448,800
WTD AVERAGE	18.17	12.27		
20% OR MORE				
RANGE	-	-	-	-
WTD AVERAGE				

\* INCLUDES THE STATES of AL, AR, IA, IL, IN, KS, KY, LA, MI, MN, MO, MS, ND, NE, OK, OH, SD, TN, TX, WI

**EASTERN REGION MECHANICALLY SEPARATED CHICKEN**

F.O.B. SHIPPER DOCK OR EQUIVALENT, PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN THE EASTERN REGION IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND, DELIVERY WITHIN TWO WEEKS.

February 23, 2007

**CHICKEN WITH SKIN ADDED**

FAT CONTENT	---- PRICES ----		---- VOLUME ----	
	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	16.50	16.00-17.00	542,000	261,000
WTD AVERAGE	16.50	16.29		
15-20%				
RANGE	15.50-21.00	11.00-16.00	1,437,000	756,000
WTD AVERAGE	17.46	13.34		
20% OR MORE				
RANGE	-	14.00	120,000	-
WTD AVERAGE		14.00		

\* INCLUDES THE STATES of CT, DE, FL, GA, MA, MD, ME, NC, NH, NJ, NY, PA, RI, SC, VA, VT, WV

**NATIONAL YOUNG TURKEY PARTS** INCLUDING BULK MEAT and FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 23 FEBRUARY, 2007.

The market tone on white meat was steady to firm, strongest for prompt shipments. Demand moderate to good on fresh and frozen white meat. Some interest noted on frozen tom breast meat for summer storage programs. Offerings short to adequate. The market tone on rib breasts was mostly steady for the light to moderate buyer interest. Offerings short to adequate. The market tone on mechanically separated turkey (MST) was steady to firm with fresh strongest. Demand on fresh MST was moderate to good, frozen light to instances moderate. Offerings short to light and held with confidence. Trading heavy on open priced fresh tom drums for March export shipments, balance light to moderate. For domestic: tails 29, fresh scapula 80-87 mostly 85, fresh breast trim 82, Grade A non-basted breasts - 8-10 lb. 125-130, 12-14 lb. 187-190, 14-16 lb. 190, plant grade non-basted 12-14 lb. breasts 180, plant grade basted 20-24 lb. breasts 185 cents delivered. For export: hen drums 36.50, frozen thigh trim 41 cents delivered.

	PRICE	L.S.T.	WTD AVG	VOLUME	WEEKLY	WEEKLY
	RANGE	CODE 1/	PRICE	(000)	WTD AVG	VOLUME
FRIDAY, FEBRUARY 23, 2007					PRICE	(000)
DRUMSTICKS, TOMS		R	48.29	140	46.92	260
WINGS FULL-CUT - TOMS	28.00		28.00	108	28.17	528
WINGS, V-TYPE, TOM						
TAILS		W	27.00	104	27.14	144
MECHANICALLY SEPARATED 2/		W	17.00	40	17.00	40
THIGH MEAT - FROZEN	90.00		90.00	104	90.09	224

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
THURSDAY, FEBRUARY 22, 2007	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS	46.00-50.00		48.29	140
WINGS FULL-CUT - TOMS	28.00-29.00		28.15	264
WINGS, V-TYPE, TOM				
TAILS		W	27.00	104
MECHANICALLY SEPARATED 2/		W	17.00	40
THIGH MEAT - FROZEN	89.50-91.00		90.25	80

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
WEDNESDAY, FEBRUARY 21, 2007	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS		T	45.33	120
WINGS FULL-CUT - TOMS		T	28.33	156
WINGS, V-TYPE, TOM				
TAILS	27.00		27.00	104
MECHANICALLY SEPARATED 2/	17.00		17.00	40
THIGH MEAT - FROZEN		T	90.00	40

EXPORT TRADING	PRICE	L.S.T.	WTD AVG	VOLUME
TUESDAY, FEBRUARY 20, 2007	RANGE	CODE 1/	PRICE	(000)
DRUMSTICKS, TOMS	45.00-46.00		45.33	120
WINGS FULL-CUT - TOMS	28.00-29.00		28.33	156
WINGS, V-TYPE, TOM				
TAILS	27.50		27.50	40
MECHANICALLY SEPARATED 2/		R	17.00	40
THIGH MEAT - FROZEN	90.00		90.00	40

**NO EXPORT TRADING REPORTED ON MONDAY FEBRUARY 19, 2007 DUE TO PRESIDENTS DAY HOLIDAY.**

1/ CODES FOR LAST SIGNIFICANT TRADE (L.S.T.): M=MONDAY T=TUESDAY W=WEDNESDAY R=THURSDAY F=FRIDAY

2/ Product contains 15-20% fat with skin added.

210 WALNUT STREET, ROOM 951, DES MOINES, IOWA, 50309 515/284-4471 FAX 515/284-4468  
Visit us on the World Wide Web at <http://www.ams.usda.gov/poultry/pymn.htm>